

TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE



FISCAL MEMORANDUM

HB 472 – SB 1353

March 11, 2016

SUMMARY OF ORIGINAL BILL: Creates 31 additional assistant district attorneys general positions (ADAs). The positions shall be designated in judicial districts based on a report prepared by the District Attorneys General Conference (DAGC) which is to be delivered to the Speakers of the Senate and the House of Representatives.

FISCAL IMPACT OF ORIGINAL BILL:

Increase State Expenditures – \$2,345,000/FY15-16
\$2,886,100/FY16-17 and Subsequent Years

SUMMARY OF AMENDMENT (013725): Deletes and rewrites the bill such that the only substantive changes are (1) to reduce the additional assistant district attorneys general positions to 10 and (2) creating 25 additional support positions.

FISCAL IMPACT OF BILL WITH PROPOSED AMENDMENT:

**Increase State Expenditures – \$1,499,000/FY16-17
\$1,793,300/FY17-18 and Subsequent Years**

Assumptions for the bill as amended:

- It is assumed that all 10 ADAs will be hired at a Level 5 salary (\$53,172). The new positions will result in increased expenditures of \$759,446.60 {[\$53,172 salary + (\$53,172 x 0.2287 benefits) + (\$53,172 x 0.0765 FICA) + \$6,544.56 insurance] x 10}.
- It is assumed that each ADA will require \$2,025 for travel reimbursement, \$375 for professional services, \$375 for supplies, \$1,500 for rentals, \$400 for unclassified expenses, and \$37.50 for interagency charges. Each ADA will require recurring expenditures of \$4,712.50 (\$2,025 + \$375 + \$375 + \$1,500 + \$400 + \$37.50) resulting in an increase in expenditures of \$47,125.00 (\$4,712.50 x 10).
- The new ADAs will incur one-time expenditures of \$4,400 for equipment resulting in total one-time increase of \$44,000 (\$4,400 x 10).

- It is assumed that all 25 secretaries will be hired at a Level 5 salary (\$23,301). The new positions will result in increased expenditures of \$923,925.75 $\{[\$23,301 \text{ salary} + (\$23,301 \times 0.2287 \text{ benefits}) + (\$23,301 \times .0765 \text{ FICA}) + \$6,544.56 \text{ insurance}] \times 25\}$.
- It is assumed that each secretary will require \$375 for travel, \$225 for professional services, \$375 for supplies, \$1,500 for rentals, and \$37.50 for interagency charges. Each secretary will require recurring expenditures of \$2,512.50 $(\$375 + \$225 + \$375 + \$1,500 + \$37.50)$. The new secretaries will result in total recurring expenditures of \$62,812.50 $(\$2,512.50 \times 25)$.
- The new secretary positions will incur one-time expenditures of \$4,400 for equipment resulting in total one-time increase of \$110,000 $(\$4,400 \times 25)$.
- The bill would result in one-time expenditures of \$154,000 $(\$44,000 + \$110,000)$ and a total recurring increase in state expenditures of \$1,793,309.85 $(\$759,446.60 + \$47,125.00 + \$923,925.75 + \$62,812.50)$.
- The positions will become effective October 1, 2016, resulting in 75 percent of the recurring expenditures or \$1,344,982.39 $(\$1,793,309.85 \times 0.75)$ in FY16-17. The total increase in state expenditures in FY16-17 will be \$1,498,982.39 $(\$1,344,982.39 + \$154,000)$.
- The total recurring increase in state expenditures in FY17-18 and subsequent years will be \$1,793,309.85.

CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.



Krista M. Lee, Executive Director

/trm